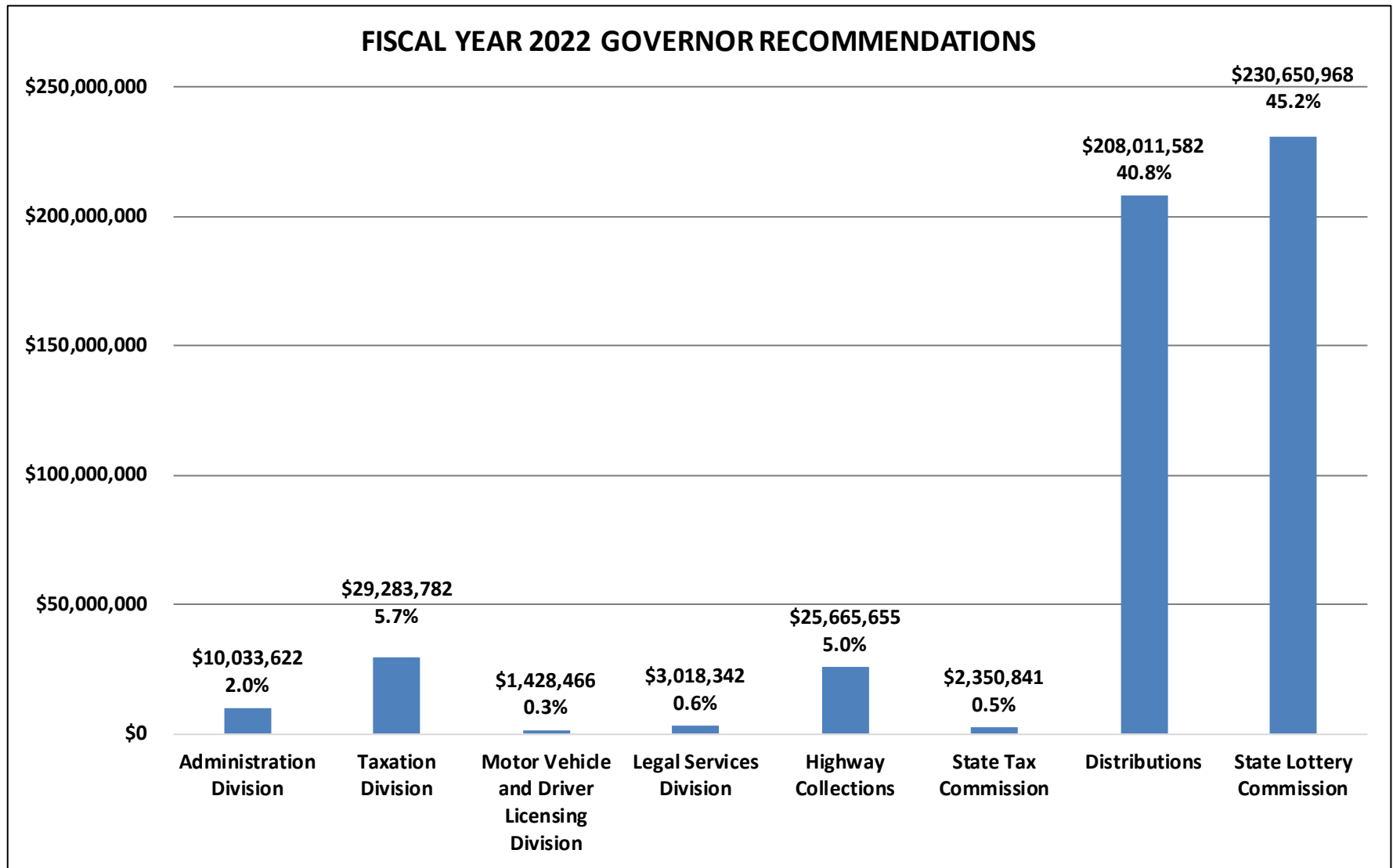


DEPARTMENT OF REVENUE

FINANCIAL SUMMARY

	FY 2020 EXPENDITURE	FY 2021 APPROPRIATION	FY 2022 REQUEST	FY 2022 GOVERNOR RECOMMENDS
Administration Division	\$ 7,525,146	\$ 11,854,666	\$ 9,988,491	\$ 10,033,622
Taxation Division	27,821,993	30,090,334	30,090,334	29,283,782
Motor Vehicle and Driver Licensing Division	1,843,892	1,422,212	1,422,212	1,428,466
Legal Services Division	2,664,605	3,166,265	3,166,265	3,018,342
Highway Collections	23,414,172	24,505,515	27,300,730	25,665,655
State Tax Commission	2,082,295	2,329,272	2,429,272	2,350,841
Distributions	198,997,463	208,930,975	208,979,582	208,011,582
State Lottery Commission	199,074,909	230,576,308	230,576,308	230,650,968
State Legal Expense Fund Transfer	0	1	1	1
DEPARTMENTAL TOTAL	\$ 463,424,475	\$ 512,875,548 *	\$ 513,953,195	\$ 510,443,259
General Revenue Fund	60,810,164	63,755,607	63,904,214	61,803,505
Federal Funds	1,977,936	4,127,562	4,127,562	4,132,214
Federal Stimulus Funds	0	1,866,175	0	0
Child Support Enforcement Fund	1,050,028	1,490,380	1,490,380	1,490,654
Health Initiatives Fund	60,872	65,734	65,734	66,296
Port Authority AIM Zone Fund	0	100,000	100,000	100,000
Petroleum Storage Tank Insurance Fund	27,000	31,034	31,034	31,334
Motor Vehicle Commission Fund	942,351	994,415	994,415	1,001,179
Conservation Commission Fund	544,703	619,073	619,073	625,168
State Highways and Transportation Department Fund	13,477,942	14,145,498	16,940,713	15,437,303
Lottery Enterprise Fund	51,666,543	56,501,090	56,501,090	56,575,750
Petroleum Inspection Fund	32,492	39,289	39,289	39,653
Motor Fuel Tax Fund	185,422,875	195,000,000	195,000,000	195,000,000
State Lottery Fund	147,408,366	174,075,218	174,075,218	174,075,218
Department of Revenue Specialty Plate Fund	0	17,165	17,165	17,237
Tobacco Control Special Fund	3,203	47,308	47,308	47,748
Total Full-time Equivalent Employees	1,246.68	1,281.05	1,300.05	1,260.05
General Revenue Fund	819.84	840.02	840.02	812.02
Federal Funds	3.26	13.74	4.74	4.74
Other Funds	423.58	427.29	455.29	443.29

* Does not include \$4,880,440 recommended in the Fiscal Year 2021 Supplemental Appropriations. See the Supplemental section of the Missouri Budget for details regarding the Department of Revenue supplemental appropriations.



**DEPARTMENT OF REVENUE
ADMINISTRATION DIVISION**

FINANCIAL SUMMARY

	FY 2020 EXPENDITURE	FY 2021 APPROPRIATION	FY 2022 GOVERNOR RECOMMENDS
Administration Division	\$ 4,431,841	\$ 6,794,735	\$ 6,839,866
Postage	3,093,305	3,093,756	3,093,756
Port Aim Zones	0	100,000	100,000
DOR Federal Stimulus	0	1,866,175	0
TOTAL	\$ 7,525,146	\$ 11,854,666	\$ 10,033,622
General Revenue Fund	4,634,551	4,820,244	4,820,374
Federal Funds	1,789,983	5,393,297	3,529,492
Other Funds	1,100,612	1,641,125	1,683,756
Total Full-time Equivalent Employees	37.60	52.66	41.11

The Administration Division provides executive leadership and administrative support for all department programs including, but not limited to, setting policy, strategic planning, leadership, and overall direction of the department. This division also provides administrative support to the department in the areas of accounting, cash management, procurement, mail processing, archiving, stores, inventory distribution, delivery services, form development, payroll processing, recruitment, training and communication, and child support oversight.

Fiscal Year 2022 Governor's Recommendations

- \$126,520 for performance incentives for high-achieving department employees, including \$82,801 general revenue.
- \$15,731 for pay plan, including \$14,449 general revenue.
- (\$1,963,295) and (11.55) staff core reduction from the Fiscal Year 2021 appropriation level, including (\$97,120) general revenue.

**DEPARTMENT OF REVENUE
TAXATION DIVISION**

FINANCIAL SUMMARY

	FY 2020 EXPENDITURE	FY 2021 APPROPRIATION	FY 2022 GOVERNOR RECOMMENDS
Taxation Division	\$ 20,333,946	\$ 22,590,334	\$ 21,783,782
Integrated Tax System	7,488,047	7,500,000	7,500,000
TOTAL	\$ 27,821,993	\$ 30,090,334	\$ 29,283,782
General Revenue Fund	27,163,481	29,341,920	28,528,047
Other Funds	658,512	748,414	755,735
Total Full-time Equivalent Employees	535.34	505.00	489.00

The Taxation Division administers and enforces tax laws. The division deposits all tax revenue, issues refunds, and collects and distributes local taxes. The division's collection activities include account management, lien filing, delinquent tax collections (including identifying non-compliant businesses and individuals), tax clearances, and debt offsets. The division has six in-state field offices that audit businesses required to pay taxes to the State of Missouri. The division's auditors are also stationed in five out-of-state offices to foster Missouri tax law compliance.

Fiscal Year 2022 Governor's Recommendations

- \$196,075 for pay plan, including \$188,754 general revenue.
- (\$1,002,627) and (16) staff core reduction from the Fiscal Year 2021 appropriation level.

**DEPARTMENT OF REVENUE
MOTOR VEHICLE AND DRIVER LICENSING DIVISION**

FINANCIAL SUMMARY

	FY 2020 EXPENDITURE	FY 2021 APPROPRIATION	FY 2022 GOVERNOR RECOMMENDS
Motor Vehicle and Driver Licensing Division			
TOTAL	\$ 1,843,892	\$ 1,422,212	\$ 1,428,466
General Revenue Fund	1,403,769	783,646	787,680
Federal Funds	0	163,637	163,666
Other Funds	440,123	474,929	477,120
Total Full-time Equivalent Employees	17.90	32.05	32.05

The Motor Vehicle and Driver Licensing Division administers Missouri laws that license drivers and suspend, revoke, and disqualify driver licenses; titles/register motor vehicles, boats, and trailers; and collect required fees and taxes. The division licenses dealers and oversees dealer operations to ensure compliance with dealer licensing laws. The division also manages the operations of licensing offices throughout the state and coordinates requests for proposals for these offices.

Fiscal Year 2022 Governor’s Recommendations

- \$6,254 for pay plan, including \$4,034 general revenue.

**DEPARTMENT OF REVENUE
LEGAL SERVICES DIVISION**

FINANCIAL SUMMARY

	FY 2020 EXPENDITURE	FY 2021 APPROPRIATION	FY 2022 GOVERNOR RECOMMENDS
Legal Services Division			
TOTAL	\$ 2,664,605	\$ 3,166,265	\$ 3,018,342
General Revenue Fund	2,015,250	2,189,532	2,034,271
Federal Funds	187,953	436,803	439,056
Other Funds	461,402	539,930	545,015
Total Full-time Equivalent Employees	53.75	63.30	58.80

The Legal Services/General Counsel Division supports the department’s revenue tax law administration, driver licensing and motor vehicle title/registration administration, and provides legal counsel and representation to the Director of Revenue and divisions. The division includes the Criminal Tax Investigation and the Compliance and Investigation Bureaus, which investigate suspected law violations, prepare cases for prosecution, and perform audits of internal department functions and the license offices throughout the state.

Fiscal Year 2022 Governor’s Recommendations

- \$26,479 for pay plan, including \$19,141 general revenue.
- (\$174,402) and (4.5) staff core reduction from the Fiscal Year 2021 appropriation level.

**DEPARTMENT OF REVENUE
HIGHWAY COLLECTIONS**

FINANCIAL SUMMARY

	FY 2020 EXPENDITURE	FY 2021 APPROPRIATION	FY 2022 GOVERNOR RECOMMENDS
Highway Collections - Taxation Division	\$ 988,997	\$ 1,314,983	\$ 1,326,431
Highway Collections - Motor Vehicle and Driver Licensing Division	14,213,676	14,203,951	15,465,308
Highway Collections - Legal Services Division	2,183,825	2,499,155	2,419,828
Highway Collections - Attorney Fees	0	1,000	1,000
Highway Collections - Postage	2,681,313	2,777,658	2,777,658
Highway Collections - Administration Division	2,769,523	3,163,481	3,130,143
Highway Collections - Postage - Driver License	576,838	545,287	545,287
TOTAL	\$ 23,414,172	\$ 24,505,515	\$ 25,665,655
General Revenue Fund	9,936,230	10,360,017	10,270,709
Other Funds	13,477,942	14,145,498	15,394,946
Total Full-time Equivalent Employees	412.35	437.54	448.59

The Missouri Constitution, Article IV, Sections 30(a), 30(b), and 30(c) requires all state revenues from the existing motor vehicle fuel tax, vehicle taxes, and fees paid by highway users (less collection costs of up to three percent of the amount collected and State Highway Patrol enforcement costs) be used for state and local highways, roads, and bridges, and for constructing and maintaining the state highway system. The Department of Revenue collects and remits these revenues to the State Highways and Transportation Department Fund. Highway Collections functions are distributed between the department's Taxation Division, Motor Vehicle and Driver Licensing Division, Administration Division, and Legal Services/General Counsel Division.

Fiscal Year 2022 Governor's Recommendations

- \$690,794 State Highways and Transportation Department Fund to implement HB 1963 (2020).
- \$475,737 State Highways and Transportation Fund and 16 staff for over-the-phone motor vehicle plate renewals.
- \$158,111 for pay plan, including \$75,194 general revenue.
- (\$164,502) and (4.95) staff core reduction from the Fiscal Year 2021 appropriation level.

**DEPARTMENT OF REVENUE
STATE TAX COMMISSION**

FINANCIAL SUMMARY

	FY 2020 EXPENDITURE	FY 2021 APPROPRIATION	FY 2022 GOVERNOR RECOMMENDS
State Tax Commission			
TOTAL	\$ 2,082,295	\$ 2,329,272	\$ 2,350,841
General Revenue Fund	2,082,295	2,329,272	2,350,841
Total Full-time Equivalent Employees	34.55	37.00	37.00

A constitutionally created quasi-judicial administrative agency, the State Tax Commission performs six basic functions: equalize inter- and intra-county assessments; conduct de novo judicial hearings regarding valuation and classification appeals from local boards of equalization; formulate and implement statewide assessment policies and procedures to comport with statutory and constitutional mandates; supervise local assessing officials and local assessment programs to ensure compliance with statewide requirements; conduct ratio studies to determine the assessment level in each county and to measure the quality of the assessments; and assess the distributable property of railroads and other public utilities.

Fiscal Year 2022 Governor’s Recommendations

- \$21,569 for pay plan.

**DEPARTMENT OF REVENUE
DISTRIBUTIONS**

FINANCIAL SUMMARY

	FY 2020 EXPENDITURE	FY 2021 APPROPRIATION	FY 2022 GOVERNOR RECOMMENDS
Prosecuting Attorneys and Collection Agencies Fees	\$ 2,775,903	\$ 2,900,000	\$ 2,900,000
County Filing Fees	4,915	200,000	200,000
State Share of Assessment Maintenance Costs	10,022,739	10,054,275	9,120,782
Appropriated Tax Credits	194,000	0	0
Motor Fuel Tax Distribution to Cities and Counties	185,422,875	195,000,000	195,000,000
Emblem Use Fee Distribution	20,000	20,000	34,100
County Stock Insurance Tax	127,987	135,700	135,700
Debt Offset For Tax Credits Transfer	12,602	150,000	150,000
Income Tax Check-Off Refund Designations	173,014	471,000	471,000
General Revenue Reimbursement to State Highways and Transportation Department Fund	243,428	0	0
TOTAL	\$ 198,997,463	\$ 208,930,975	\$ 208,011,582
General Revenue Fund	13,574,588	13,930,975	13,011,582
Other Funds	185,422,875	195,000,000	195,000,000
Total Full-time Equivalent Employees	0.00	0.00	0.00

PROSECUTING ATTORNEYS AND COLLECTION AGENCIES FEES

Section 136.150, RSMo, provides a 20 percent collection fee to circuit or prosecuting attorneys for delinquent taxes, licenses, or fees recovered on behalf of the state. The department deposits the collection fee in the county treasury with one-half of the fee for use by the attorney's office and one-half to be expended as the county determines.

Section 140.850, RSMo, authorizes the Department of Revenue to use private attorneys or professional collection agencies to collect delinquent taxes owed by resident and non-resident taxpayers (individuals and businesses). The statute restricts the fee to not more than 25 percent of the amount collected.

Fiscal Year 2022 Governor's Recommendations

Continue funding at the current level.

COUNTY FILING FEES

The Department of Revenue is authorized to file certificates of lien with the circuit courts for income, withholding, sales, and use tax delinquencies under Sections 144.380 and 143.902, RSMo. Under Section 144.380(4), RSMo, county recorders may charge the department a fee of \$3.00 per tax lien for filing and \$1.50 per release of a filed tax lien. The department collects these fees from the delinquent taxpayers.

Fiscal Year 2022 Governor's Recommendations

Continue funding at the current level.

**DEPARTMENT OF REVENUE
DISTRIBUTIONS**

STATE SHARE OF ASSESSMENT MAINTENANCE COSTS

The state reimburses a portion of local assessor maintenance assessment costs and expenses.

Fiscal Year 2022 Governor's Recommendations

- \$36,507 for assessment maintenance costs and expenses due to increased statewide parcel count.
- (\$970,000) core reduction from the Fiscal Year 2021 appropriation level.

APPROPRIATED TAX CREDITS

Fiscal Year 2022 Governor's Recommendations

Continue funding at the current level.

MOTOR FUEL TAX DISTRIBUTION TO CITIES AND COUNTIES

Missouri Constitution Article IV, Section 30(a)(2) requires a 15 percent allocation of the Motor Fuel Tax collections net proceeds to the incorporated cities, towns, and villages of the state to assist in the maintenance of streets and highways.

Missouri Constitution Article IV, Section 30(a)(1) requires a 10 percent allocation of the Motor Fuel Tax collections net proceeds to the counties to assist in the maintenance of county roads, highways, and bridges. In addition, Missouri Constitution Article IV, Section 30(a)(2) requires distributing 15 percent of the net proceeds resulting from any increase in the Motor Fuel Tax rate over the rate in effect on March 31, 1992, to the counties to assist in the maintenance of county roads, highways, and bridges.

Fiscal Year 2022 Governor's Recommendations

Continue funding at the current level.

EMBLEM USE FEE DISTRIBUTION

Individuals requesting a specialty license plate contribute an emblem use fee to the organization sponsoring the specialty plate. If statute allows the individual to remit the emblem use authorization fee to the Department of Revenue, the department must remit these fees to the applicable organization.

Fiscal Year 2022 Governor's Recommendations

- \$14,100 for distributions due to increased emblem use fee contributions.

COUNTY STOCK INSURANCE TAX

The Department of Revenue uses this appropriation to meet the apportionment requirements for the County Stock Insurance Tax required by Section 148.330, RSMo, while holding school districts and counties harmless to reductions from premium tax credits provided to insurance companies.

Fiscal Year 2022 Governor's Recommendations

Continue funding at the current level.

**DEPARTMENT OF REVENUE
DISTRIBUTIONS**

DEBT OFFSET FOR TAX CREDITS TRANSFER

Section 135.815, RSMo, requires that tax credit applicants first use any award to pay off any delinquent income, sales, use, or insurance taxes. After applying all credits toward any delinquencies, the applicant can be issued any remaining credits. The Department of Revenue uses this appropriation to satisfy delinquencies.

Fiscal Year 2022 Governor's Recommendations

Continue funding at the current level.

INCOME TAX CHECK-OFF REFUND DESIGNATIONS

State statutes permit individuals and corporations to contribute a portion of their income tax refund to numerous separate state trust funds and separate charitable trust funds. The taxpayer designates a distribution amount to the various trust funds to transfer from the General Revenue Fund.

Fiscal Year 2022 Governor's Recommendations

Continue funding at the current level.

**DEPARTMENT OF REVENUE
STATE LOTTERY COMMISSION**

FINANCIAL SUMMARY

	FY 2020 EXPENDITURE	FY 2021 APPROPRIATION	FY 2022 GOVERNOR RECOMMENDS
Lottery Commission - Operating	\$ 51,666,543	\$ 56,501,090	\$ 56,575,750
Lottery Commission - Prizes	<u>147,408,366</u>	<u>174,075,218</u>	<u>174,075,218</u>
TOTAL	\$ 199,074,909	\$ 230,576,308	\$ 230,650,968
Other Funds	199,074,909	230,576,308	230,650,968
Total Full-time Equivalent Employees	155.19	153.50	153.50

Approved by the voters of Missouri, the Missouri Constitution, Article III, Section 39(b), established the Missouri State Lottery. The Missouri State Lottery transfers all profits to help fund public institutions of elementary, secondary, and higher education. Lottery functions include: recruiting and licensing Lottery retailers; creating, marketing, and distributing Lottery products; collecting revenue from Lottery retailers; paying out Lottery prizes and retailer commissions; and ensuring the security and integrity of the Lottery operations and games.

Fiscal Year 2022 Governor’s Recommendations

- \$74,660 Lottery Enterprise Fund for payplan.

LOTTERY TRANSFER TO EDUCATION

FINANCIAL SUMMARY

	FY 2020 EXPENDITURE	FY 2021 APPROPRIATION	FY 2022 GOVERNOR RECOMMENDS
Other Funds	\$ 333,000,000	\$ 337,032,500	\$ 337,032,500

Section 39(b) of Article III of the Missouri Constitution provides for the transfer of net proceeds to help fund public institutions of elementary, secondary, and higher education.

Fiscal Year 2022 Governor’s Recommendations

Continue funding at the current level.